

**STATE OF WISCONSIN  
DEPARTMENT OF EMPLOYEE TRUST FUNDS  
801 West Badger Road  
Madison, WI 53702**

Board	Mtg Date	Item #
JI	12/12/02	4

**CORRESPONDENCE MEMORANDUM**

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**DATE:** November 27, 2002

**TO:** Employee Trust Funds Board

**FROM:** Julie Reneau, Administrator  
Division of Retirement Services

**SUBJECT:** Current Status of Act 11 Implementation

The Department is nearing completion of implementing 1999 Wisconsin Act 11. There are two key efforts still in process:

**Backlog of Calculations**

The Department continues to work on the backlog of benefit calculations that resulted from the delay in the Court's decision on Act 11. Several project employees have been hired who work exclusively on this backlog. We are working concurrently on all types of benefit adjustments, with the retroactive Act 11 annuitant dividends being given the highest priority.

<b><u>Type of Correction</u></b>	<b><u>Original Number of Benefits Requiring Adjustment</u></b>	<b><u>Number Remaining</u></b>	<b><u>Percent Complete</u></b>	<b><u>Estimated Completion Month</u></b>
Manual Annuitant Dividends	8,417	906	89%	February 2003
Lump Sum Benefit Supplements	4,009	55*	99%	February 2003
Final Calculations for pre- July 2001 Annuities	12,598	1,042	92%	February 2003
Corrections to Previous Final Calculations	851	247	71%	March 2003
Total Benefit Adjustments Needed	<b>25,875</b>	<b>2,250</b>	<b>91%</b>	

*\* Consists of 11 benefits awaiting address verification and 44 special death benefit recalculations.*

**Variable System Implementation**

The Department has nearly completed implementing Phase 2 of Act 11. This phase is the full implementation and automation of the variable enrollment provisions of Act 11, and the many other automated functions that are affected by the new variable enrollments. The full system conversion is scheduled for completion on December 8. This means that participant accounts will be updated to reflect the variable elections received to date, and the critical programs have been modified to work with the new variable data. The January 1, 2003, annual Statements of Benefits will reflect the variable contributions and interest crediting through 2002.

cc: Wisconsin Retirement Board Members  
Teachers Retirement Board Members